## BEFORE THE POSTAL RATE COMMISSION WASHINGTON, D.C. 20268-0001

Nov 8 4 29 PM '01

POSTAL RATE COMMISSION OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 2001

Docket No. R2001-1

# NOTICE OF UNITED STATES POSTAL SERVICE OF FILING OF ERRATA TO A FOOTNOTE IN LR-J-64 ERRATA (November 8, 2001)

The United States Postal Service hereby provides notice that it is today filing errata to LR-J-64, Attachment B, Page 7, Footnote 4. The change to this footnote is made to better reflect the source for allocating inter-BMC highway transportation costs.

A corrected page 7 is attached, and should be substituted for the original page 7 in LR-J-64, Attachment B.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr. Chief Counsel, Ratemaking

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Attorney

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# Division of Parcel Post Transportation Costs Division of Total Parcel Post Costs Into Function (all costs are in thousands)

	. [7]	[2]	[3]	[4]	[5]	[6]
	Total Parcel Post Tran Costs	Local Costs	Inter Costs	Long Dist. ZR Costs	Long Dist NZR Costs	Zone-Related Percentage
Domestic Airmail		·				
Roll Forward				•		
Christmas <sup>1</sup>	\$2			\$1	\$1	0.72
Intra-Alaska preferential	\$2,671		\$2,671		•	
Intra-Hawaii	\$689		\$689			
Use Test-Year Inputs						
Intra-Alaska non-pref <sup>a</sup>	\$7,254		\$7,254			
Passenger Air <sup>a</sup>	\$2,291		•	\$861	\$1,430	0.38
Dedicated Networks	, ,					
DNET & HASP	\$1,193					
Eagle Network	\$47					
Western Network	\$17					
Air taxi	\$6.778					
Total Base Year Domestic Airmel	\$20,942					
Domestic Airmail that rolls forward	\$3,362	\$0	\$3,360	\$1	\$1	
Domestic Airmali Percent	100.00%	0.00%	99.94%	0.04%	0.02%	
Highway Service						
Intra-SCF	\$57,795	\$57.795				
Inter-SCF	\$17,929	*- *	\$17,929			
Intra-BMC	\$94,753		\$94,753			
inter-BMC <sup>4</sup>	\$61,851		\$34,018	\$27,833		
Plant loaded	\$1,731		\$1,731	•		
Contract term van damage <sup>5</sup>	\$769	\$191	\$486	\$92	\$0	
. Alaskan highway service	\$1,685	4.5.	\$1,685	**-	**	
Area bus	\$0		4.,555			
Empty equipment <sup>5</sup>	\$8,437	\$2,069	\$5,372	\$996	\$0	
Total Highway Service	\$244,950	\$60,055	\$155,974	\$28,921	\$0	
Plant loeded Percent	V- 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	400,000	0.71%	V,	•	
Highway Service Percent	100.00%	24.52%	62.97%	11.81%	0.00%	
Railroad Service						
Amtrack	\$804			\$804		
Road Railer	\$26			\$26		
Freight rail	\$23,450			\$23,450		
Plant loaded	\$113		\$113			
Empty equipment <sup>5</sup>	\$2,052	\$0	\$10	\$2,042	\$0	
Total railroad service	\$26,445	\$0	8123	\$26,322	\$0	
Plant Loaded Percent	<del>,</del>	4.0	0.43%			
Railroad Service Percent	100.00%	0.00%	0.04%	99.54%	0.00%	
Domestic Water						
inland	\$612	\$612				
Offshore	\$4,652		\$4,652			
Total Domestic Water	\$5,264	\$612	\$4,652	\$0	\$0	
Domestic Water Percent	100.00%	11.63%	88.37%	0.00%	0.00%	

#### Sources

<sup>1</sup>Christmas air costs are split between zone-related costs (non-hub-and-spoke and line-haul) and non-zone-related costs (terminal handling and hub and spoke costs, ). Attachment C.

<sup>3</sup>Commercial air costs are split between columns 4 and 5 based on terminal handling and linehaul percentages.

nier-BMC nighway costs are allocated based on percent of stop-days at BMCS. This data is found in the electronic SAS tog files in [.R.J.32

These accounts are distributed to each cost category based on the distribution of other accounts.

- Column [1]: FY2000 Cost Segment and Components Report USPS-T-11, WP.B., c/s 14.
- Column [2]: Parcel Post transportation costs incurred transporting parcels within the service area of a P&DC.
- Column [3]: Parcel Post transportation costs incurred transporting parcels within the service area of a BMC.
- Column [4]: Parcel Post costs that are related to GCD distance, incurred transporting parcels outside the service area of a BMC.
- Column [5]: Parcel Post costs that are not related to GCD distance, incurred transporting parcels outside the service area of a BMC.
- Column [6]: Reasons for percentages explained in footnotes 2, 6, and 7.

<sup>&</sup>lt;sup>2</sup>Alaska Air nonpref costs are from the Base Year Cost Components (not the workpapers).

### **CERTIFICATE OF SERVICE**

I hereby certify that I have this day served the foregoing document upon all participants of record in this proceeding in accordance with section 12 of the Rules of Practice.

Brian M. Reimer

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